

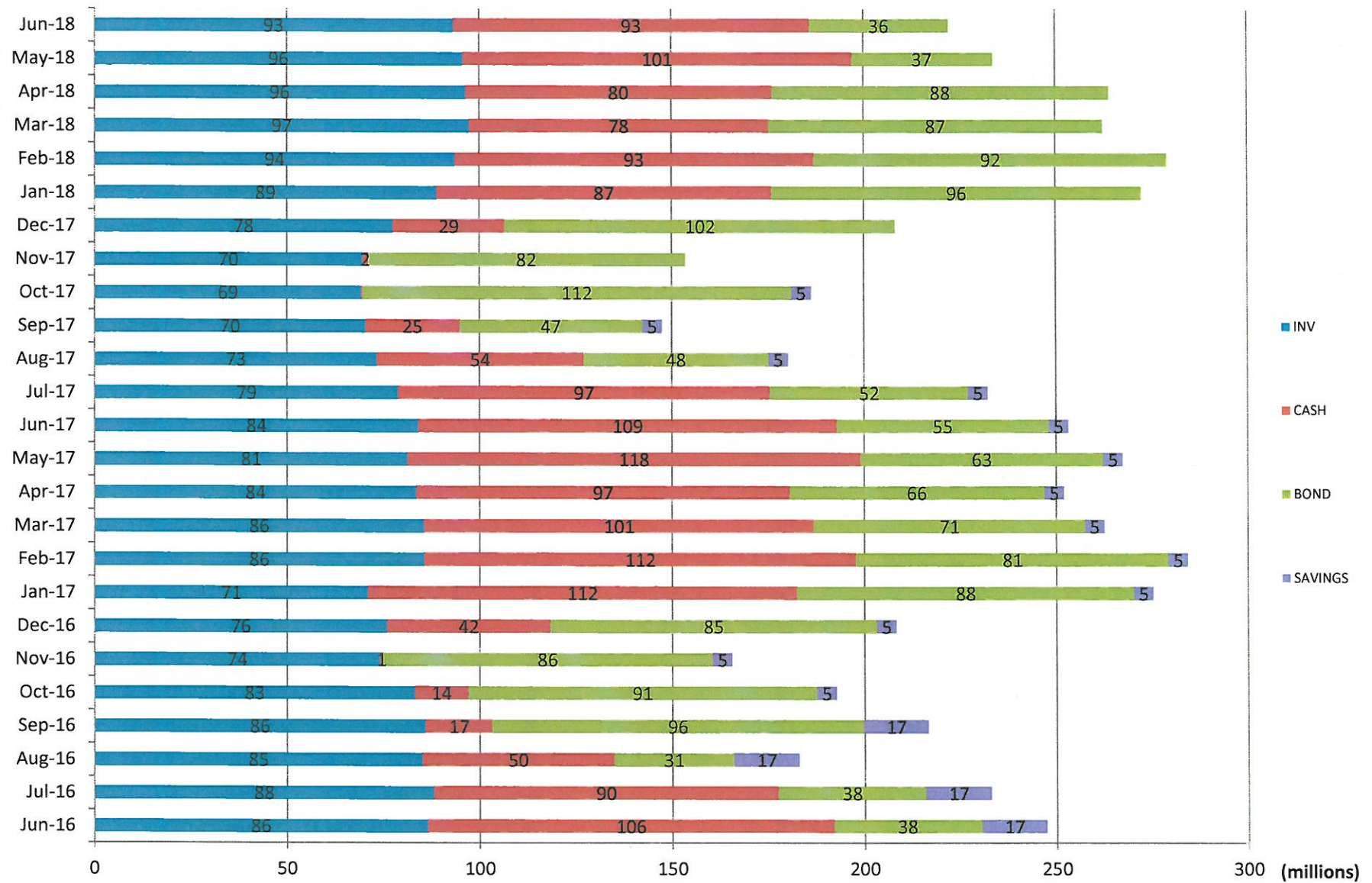
Louisville Metro Investment Council



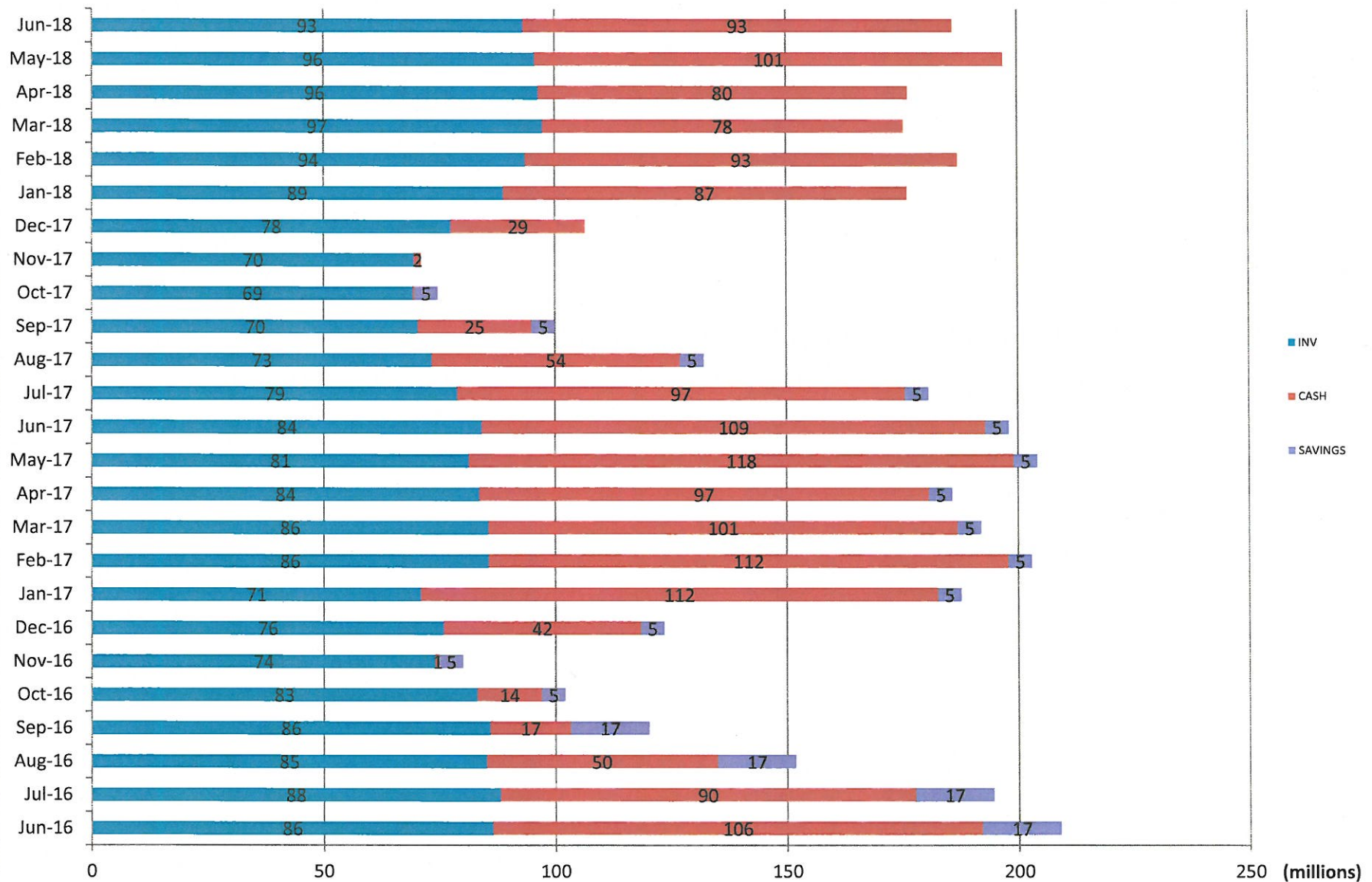
July 11, 2018

PORTFOLIO COMPOSITION

Metro Total Cash Position as of 6/30/18



Metro Cash Position (Excluding Bond Proceeds) as of 6/30/18

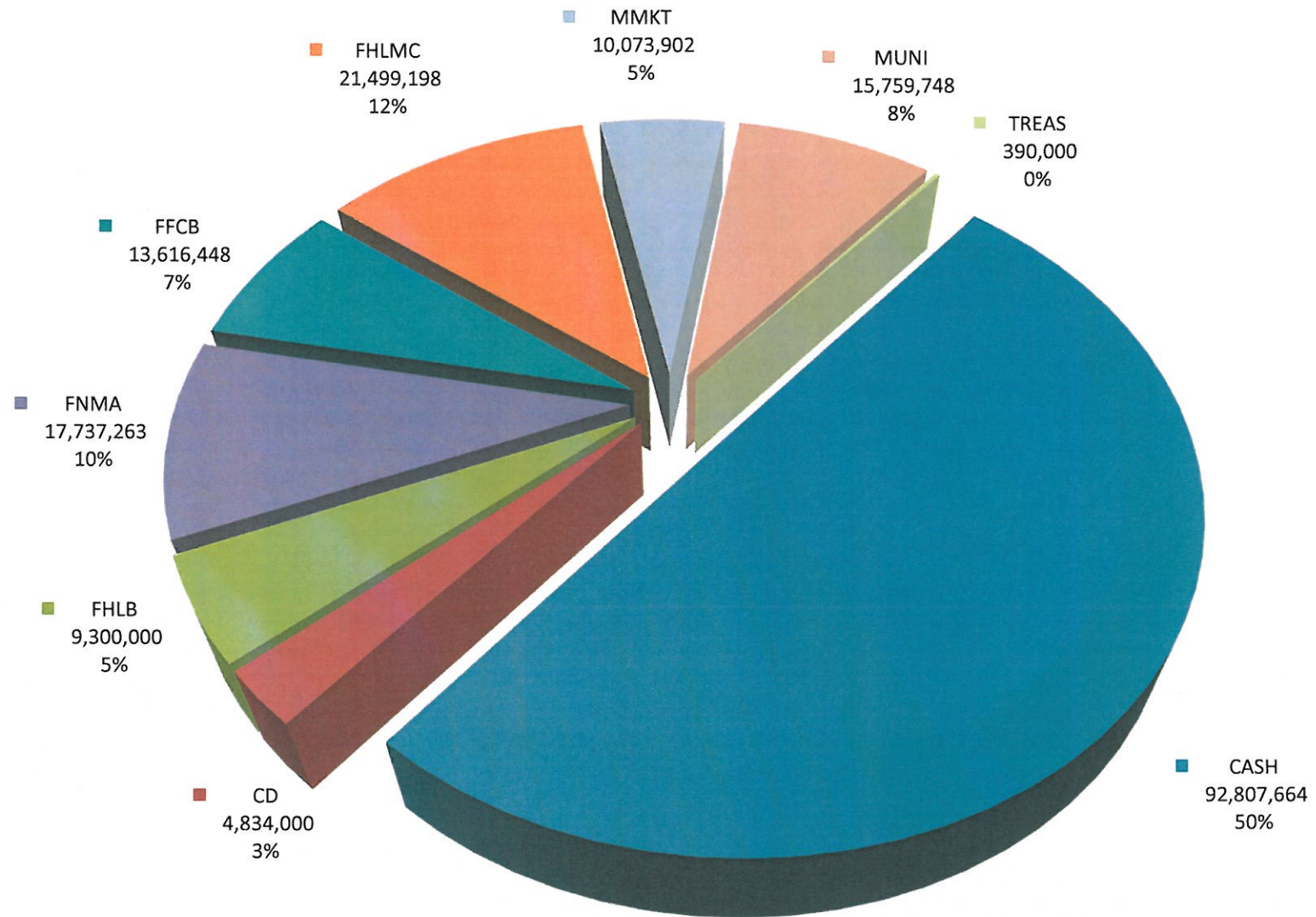


Acc Int / Amort / Mkt Val
Lou / Jeff Cty Metro Finance
Effective Interest - Callable Life
Receipts in Period
6/30/2018

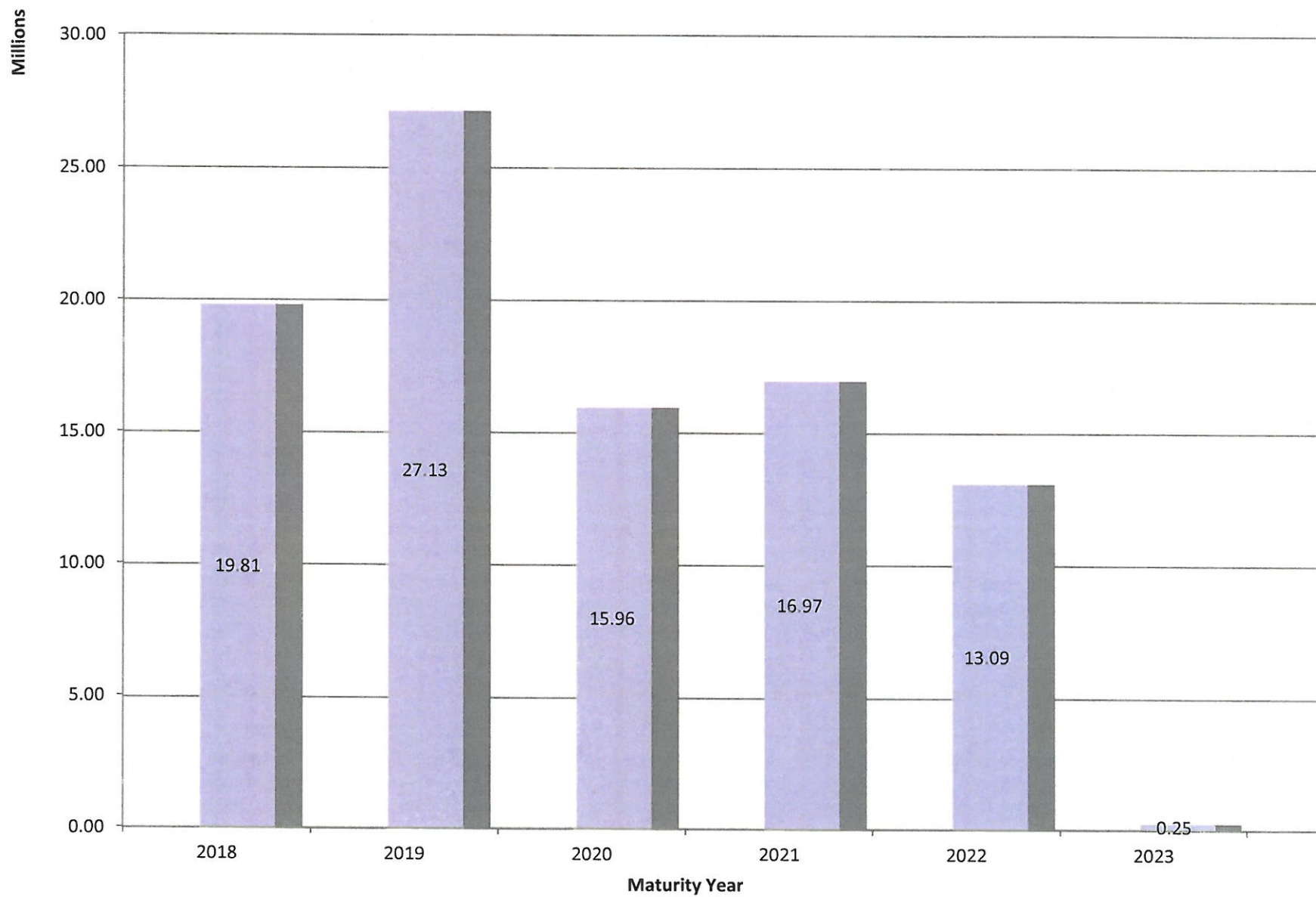
| | Invest Number | CUSIP | Security Description | Call Date | Purchas e | Ending Par Val/Shares | Ending Amor Val/Cost | Ending Market Val | Amortizati on | PTD Purch Received | Int/Div Rec Purch/Date | Int/Div Accrued Purch/Date | Purch Int + Acc Int |
|------------------------|-------------------------------------|---------------------------------|-------------------------------------|--------------|--------------|--------------------------|-------------------------|----------------------|------------------|-----------------------|---------------------------|-------------------------------|------------------------|
| Cash | AR-0046 | METRO CONC 53- 714868609 | Cash Account | Open | 09/22/08 | 85,191,626.98 | 85,191,626.98 | 85,191,626.98 | 0.00 | 0.00 | 850,241.80 | 0.00 | 0.00 |
| | AR-0054 | METRO SAFEKEEPING - 1050996303 | Cash Account | Open | 12/30/16 | 7,616,037.15 | 7,616,037.15 | 7,616,037.15 | 0.00 | 0.00 | 6,248.93 | 0.00 | 0.00 |
| | Cash Total | | | | | 92,807,664.13 | 92,807,664.13 | 92,807,664.13 | 0.00 | 0.00 | 856,490.73 | 0.00 | 0.00 |
| Certificate of Deposit | 18-0050 | 772 | METRO 1.05 10/07/18 | Open | 10/06/17 | 100,000.00 | 100,000.00 | 100,000.00 | 0.00 | 0.00 | 699.05 | 67.08 | 67.08 |
| | 18-0051 | YCB 1499 | YCB 0.1499 10/23/18 | Open | 11/23/17 | 250,000.00 | 250,000.00 | 250,000.00 | 0.00 | 0.00 | 185.84 | 39.56 | 39.56 |
| | 18-0057 | 02007GAQ6 | ALLY BK UTAH 2.25 01/27/20 | Open | 01/25/18 | 250,000.00 | 250,000.00 | 250,000.00 | 0.00 | 0.00 | 0.00 | 2,453.13 | 2,453.13 |
| | 18-0058 | 211163GW4 | CONT BANK UTAH 2.10 07/26/21 | Open | 01/26/18 | 250,000.00 | 250,000.00 | 250,000.00 | 0.00 | 0.00 | 0.00 | 2,275.00 | 2,275.00 |
| | 18-0059 | 55266CYB6 | MB FINL BK ILL 2.35 01/26/22 | Open | 01/26/18 | 250,000.00 | 250,000.00 | 250,000.00 | 0.00 | 0.00 | 2,430.48 | 65.28 | 65.28 |
| | 18-0060 | 58404DBA8 | MEDALLION BK UTAH 2.40 01/26/22 | Open | 01/26/18 | 250,000.00 | 250,000.00 | 250,000.00 | 0.00 | 0.00 | 2,482.19 | 66.67 | 66.67 |
| | 18-0061 | 857894WJ4 | STEARNS BK MINN 2.20 01/26/21 | Open | 01/26/18 | 250,000.00 | 250,000.00 | 250,000.00 | 0.00 | 0.00 | 2,275.33 | 61.11 | 61.11 |
| | 18-0062 | 27113PCG4 | EAST BOSTON SVGS 2.30 07/30/21 | Open | 01/30/18 | 250,000.00 | 250,000.00 | 250,000.00 | 0.00 | 0.00 | 0.00 | 2,427.78 | 2,427.78 |
| | 18-0065 | 501798LQ3 | LCA BANK CORPORATION 2.60 02/28/22 | Open | 02/28/18 | 246,000.00 | 246,000.00 | 246,000.00 | 0.00 | 0.00 | 0.00 | 2,185.30 | 2,185.30 |
| | 18-0067 | 856285JS1 | ST BK IND NYC 3.00 03/06/23 | Open | 03/06/18 | 246,000.00 | 246,000.00 | 246,000.00 | 0.00 | 0.00 | 0.00 | 2,398.50 | 2,398.50 |
| | 18-0068 | 254673MW3 | DISCOVER BANK 2.65 03/08/21 | Open | 03/07/18 | 246,000.00 | 246,000.00 | 246,000.00 | 0.00 | 0.00 | 0.00 | 2,082.46 | 2,082.46 |
| | 18-0070 | 75272LAD8 | RANDOLPH SAVINGS BANK 2.60 03/09/22 | Open | 03/09/18 | 246,000.00 | 246,000.00 | 246,000.00 | 0.00 | 0.00 | 0.00 | 2,025.40 | 2,025.40 |
| | 18-0075 | CD423 | METRO 1.50 05/07/19 | Open | 05/07/18 | 1,000,000.00 | 1,000,000.00 | 1,000,000.00 | 0.00 | 0.00 | 1,273.97 | 958.33 | 958.33 |
| | 18-0084 | CD075 | METRO 1.50 06/07/19 | Open | 06/07/18 | 1,000,000.00 | 1,000,000.00 | 1,000,000.00 | 0.00 | 0.00 | 0.00 | 967.74 | 967.74 |
| | Certificate of Deposit Total | | | | | 4,834,000.00 | 4,834,000.00 | 4,834,000.00 | 0.00 | 0.00 | 9,346.86 | 18,073.34 | 18,073.34 |
| FFCB | 17-0010 | 3133EGNK7 | FFCB 1.32 07/27/20 | 07/27/17 | 07/27/16 | 3,000,000.00 | 3,000,000.00 | 2,907,120.75 | 0.00 | 0.00 | 59,400.00 | 16,940.00 | 16,940.00 |
| | 17-0022 | 3133EGVJ1 | FFCB 1.16 09/26/19 | 09/26/17 | 09/27/16 | 3,000,000.00 | 3,000,000.00 | 2,937,677.10 | 0.00 | 96.67 | 52,200.00 | 9,183.33 | 9,280.00 |
| | 17-0077 | 3133EHMG5 | FFCB 1.80 03/12/21 | 09/12/17 | 06/22/17 | 2,000,000.00 | 2,000,000.00 | 1,947,913.10 | 1,400.00 | 5,000.00 | 27,000.00 | 10,900.00 | 11,900.00 |
| | 18-0052 | 3133EHL43 | FFCB 2.15 07/26/22 | 01/29/18 | 01/23/18 | 1,850,000.00 | 1,850,000.00 | 1,801,697.83 | 20,442.50 | 9,778.02 | 9,943.75 | 17,125.35 | 26,737.64 |
| | 18-0053 | 3133EHL9 | FFCB 2.00 07/19/21 | 07/19/18 | 01/23/18 | 1,769,000.00 | 1,767,733.56 | 1,727,467.05 | 11,116.56 | 0.00 | 0.00 | 15,527.89 | 15,921.00 |
| | 18-0063 | 3133EJCG2 | FFCB 2.73 02/14/22 | 02/14/19 | 02/27/18 | 2,000,000.00 | 1,998,714.65 | 1,999,684.98 | 714.65 | 0.00 | 0.00 | 18,806.67 | 20,778.34 |
| | FFCB Total | | | | | 13,619,000.00 | 13,616,448.21 | 13,321,560.81 | 33,673.71 | 14,874.69 | 148,543.75 | 88,483.24 | 101,556.98 |
| FHLB | 16-0071 | 3130A8JZ7 | FHLB 1.22 12/30/19 | 06/30/17 | 06/30/16 | 2,900,000.00 | 2,900,000.00 | 2,831,017.09 | 0.00 | 0.00 | 53,070.00 | 17,788.28 | 17,788.28 |
| | 17-0034 | 3130A8RP0 | FHLB 1.05 10/26/18 | 10/26/16 | 10/11/16 | 2,000,000.00 | 2,000,000.00 | 1,985,557.72 | 400.00 | 4,812.50 | 36,750.00 | 3,791.67 | 8,166.67 |
| | 17-0046 | 3130AAQV3 | FHLB 1.67 04/30/20 | 01/30/18 | 02/02/17 | 2,400,000.00 | 2,400,000.00 | 2,353,856.93 | 0.00 | 6,828.44 | 40,080.00 | 16,811.33 | 17,034.00 |
| | 17-0066 | 3130AAQB7 | FHLB 2.00 08/16/21 | 02/16/18 | 02/16/17 | 2,000,000.00 | 2,000,000.00 | 1,951,729.28 | 0.00 | 0.00 | 40,000.00 | 15,000.00 | 15,000.00 |
| | FHLB Total | | | | | 9,300,000.00 | 9,300,000.00 | 9,122,161.02 | 400.00 | 11,640.94 | 169,900.00 | 53,391.28 | 57,988.95 |
| FHLMC | 16-0051 | 3134G9JT5 | FHLMC 1.35 11/26/19 | 08/26/16 | 05/26/16 | 1,500,000.00 | 1,500,000.00 | 1,471,620.00 | 525.00 | 0.00 | 40,500.00 | 1,968.75 | 1,968.75 |
| | 16-0052 | 3134G9KW6 | FHLMC 1.35 11/26/19 | 08/26/16 | 05/26/16 | 2,000,000.00 | 2,000,000.00 | 1,960,216.60 | 2,200.00 | 0.00 | 54,000.00 | 2,625.00 | 2,625.00 |
| | 16-0053 | 3134G9NL7 | FHLMC 1.18 05/24/19 | 05/24/17 | 05/31/16 | 2,000,000.00 | 2,000,000.00 | 1,970,146.80 | 0.00 | 63.37 | 46,806.66 | 2,425.56 | 2,425.56 |
| | 16-0059 | 3134G9NE3 | FHLMC 1.20 06/14/19 | 06/14/17 | 06/14/16 | 2,000,000.00 | 2,000,000.00 | 1,968,531.32 | 0.00 | 0.00 | 48,000.00 | 1,133.33 | 1,133.33 |
| | 16-0066 | 3134G9XB8 | FHLMC 1.00 12/28/18 | 12/28/16 | 06/28/16 | 2,000,000.00 | 2,000,000.00 | 1,979,980.42 | 500.00 | 0.00 | 40,000.00 | 166.67 | 166.67 |
| | 16-0068 | 3134G9VS3 | FHLMC 1.00 12/28/18 | 12/28/16 | 06/28/16 | 1,000,000.00 | 1,000,000.00 | 989,990.21 | 0.00 | 0.00 | 20,000.00 | 83.33 | 83.33 |
| | 16-0070 | 3134G9WJ2 | FHLMC 1.20 09/30/19 | 09/30/16 | 06/30/16 | 1,000,000.00 | 1,000,000.00 | 979,722.01 | 0.00 | 0.00 | 21,000.00 | 3,033.33 | 3,033.33 |
| | 16-0072 | 3134G9YA9 | FHLMC 1.01 09/28/18 | 12/28/16 | 06/30/16 | 2,000,000.00 | 2,000,000.00 | 1,986,845.86 | 0.00 | 2,581.11 | 35,350.00 | 5,218.33 | 5,274.44 |
| | 17-0016 | 3134G9W37 | FHLMC 1.45 08/10/20 | 11/10/16 | 08/10/16 | 1,500,000.00 | 1,500,000.00 | 1,457,590.44 | 0.00 | 0.00 | 32,625.00 | 8,518.75 | 8,518.75 |
| | 17-0035 | 3134GAPV0 | FHLMC 1.03 10/12/18 | 01/12/17 | 10/12/16 | 2,000,000.00 | 2,000,000.00 | 1,986,197.94 | 0.00 | 0.00 | 30,900.00 | 4,520.56 | 4,520.56 |
| | 18-0064 | 3134GSDN2 | FHLMC 2.70 02/15/22 | 02/15/19 | 02/27/18 | 2,500,000.00 | 2,499,197.86 | 2,496,680.75 | 447.86 | 0.00 | 0.00 | 23,250.00 | 25,500.00 |
| | 18-0072 | 3134GSGF6 | FHLMC 2.625 09/15/21 | 03/15/19 | 03/15/18 | 2,000,000.00 | 2,000,000.00 | 1,994,182.02 | 0.00 | 0.00 | 0.00 | 15,458.33 | 15,458.33 |
| | FHLMC Total | | | | | 21,500,000.00 | 21,499,197.86 | 21,241,704.37 | 3,672.86 | 2,644.48 | 369,181.66 | 68,401.94 | 70,708.05 |
| FNMA | 16-0046 | 3135G0J95 | FNMA 1.35 10/28/19 | 10/28/16 | 05/19/16 | 1,000,000.00 | 1,000,000.00 | 983,420.00 | 1,000.00 | 787.50 | 27,000.00 | 2,362.50 | 3,150.00 |
| | 16-0048 | 3136G3MQ5 | FNMA 1.30 11/25/19 | 11/25/16 | 05/25/16 | 2,000,000.00 | 2,000,000.00 | 1,967,740.00 | 0.00 | 0.00 | 52,000.00 | 2,600.00 | 2,600.00 |
| | 16-0067 | 3136G3TR6 | FNMA 1.05 06/28/19 | 06/28/17 | 06/28/16 | 2,000,000.00 | 2,000,000.00 | 1,962,659.98 | 0.00 | 0.00 | 42,000.00 | 175.00 | 175.00 |
| | 17-0011 | 3136G3L37 | FNMA 1.125 10/28/19 | 07/28/17 | 07/28/16 | 2,000,000.00 | 2,000,000.00 | 1,954,428.46 | 0.00 | 0.00 | 33,750.00 | 9,562.50 | 9,562.50 |
| | 17-0025 | 3136G34K8 | FNMA 1.125 09/09/19 | 03/09/17 | 09/28/16 | 2,500,000.00 | 2,500,000.00 | 2,448,409.93 | 1,250.00 | 1,484.38 | 42,187.50 | 8,750.00 | 10,234.38 |
| Step Coupon | 18-0054 | 3134G95P8 | FNMA STEP 1.625 08/25/21 | 02/25/18 | 01/26/18 | 2,000,000.00 | 2,000,000.00 | 1,925,378.10 | 15,000.00 | 13,631.94 | 16,250.00 | 12,250.00 | 25,611.11 |
| | 18-0055 | 3136G3ZP3 | FNMA STEP 1.50 07/28/21 | 04/28/18 | 01/23/18 | 2,000,000.00 | 2,000,000.00 | 1,918,742.48 | 2,000.00 | 14,583.33 | 15,000.00 | 12,750.00 | 27,333.33 |
| | 17-0048 | 3136G4KD4 | FNMA 1.75 06/29/20 | 06/29/17 | 02/03/17 | 2,000,000.00 | 2,000,000.00 | 1,961,020.64 | 0.00 | 3,305.56 | 52,500.00 | 194.44 | 3,500.00 |
| | 18-0056 | 3136G4QE6 | FNMA 2.20 10/26/22 | 10/26/18 | 01/23/18 | 2,250,000.00 | 2,237,263.18 | 2,191,690.46 | 17,406.65 | 11,962.50 | 24,750.00 | 8,937.50 | 20,900.00 |
| | FNMA Total | | | | | 17,750,000.00 | 17,737,263.18 | 17,313,490.05 | 36,656.65 | 45,755.21 | 305,437.50 | 57,581.94 | 103,066.32 |
| Money Market | AR-0001 | MMKT FED - 5000638 | Money Market | Open | 07/01/99 | 160.16 | 160.16 | 160.16 | 0.00 | 0.00 | 1,652,554.19 | 0.00 | 0.00 |
| | AR-0058 | JPMORGAN MMKT - 00005017334 | Money Market | Open | 12/19/17 | 2,012,325.17 | 2,012,325.17 | 2,012,325.17 | 0.00 | 0.00 | 12,325.16 | 0.00 | 0.00 |
| | AR-0059 | GOLDMAN SACHS MMKT - 0188506760 | Money Market | Open | 12/19/17 | 3,023,278.50 | 3,023,278.50 | 3,023,278.50 | 0.00 | 0.00 | 23,278.49 | 0.00 | 0.00 |
| | AR-0060 | FEDERATED MMKT - 06090498885 | Money Market | Open | 12/19/17 | 2,015,074.46 | 2,015,074.46 | 2,015,074.46 | 0.00 | 0.00 | 15,074.46 | 0.00 | 0.00 |
| | AR-0061 | DREYFUS MMKT - 0616753258 | Money Market | Open | 12/19/17 | 3,023,063.57 | 3,023,063.57 | 3,023,063.57 | 0.00 | 0.00 | 23,063.57 | 0.00 | 0.00 |
| | Money Market Total | | | | | 10,073,901.86 | 10,073,901.86 | 10,073,901.86 | 0.00 | 0.00 | 1,726,326.48 | 0.00 | 0.00 |

| | | | | | | | | | | | | | |
|----------------|-----------------------------|-----------|-------------------------------------|------|----------|-----------------------|-----------------------|-----------------------|--------------------|-------------------|---------------------|-------------------|-------------------|
| Municipal Bond | 15-0045 | 613357AF9 | MONTG CO 2.44 11/01/19 | Open | 06/25/15 | 500,000.00 | 504,172.10 | 499,495.00 | -9,077.90 | 1,830.00 | 36,600.00 | 2,033.33 | 3,863.33 |
| | 16-0065 | 64971WF39 | NYC TRAN FIN AUTH-SUB 1.69 02/01/21 | Open | 06/23/16 | 1,350,000.00 | 1,354,764.07 | 1,312,218.87 | -3,592.43 | 4,999.58 | 40,559.99 | 9,506.25 | 13,435.50 |
| | 17-0004 | 047681NZ0 | ATLANTA ETC REC 2.41 12/01/19 | Open | 07/22/16 | 720,000.00 | 730,671.61 | 719,755.66 | -14,297.99 | 2,440.96 | 34,643.17 | 1,446.00 | 3,904.20 |
| | 17-0012 | 555542LS6 | MACON-BIBB CNTY GA 3.00 12/01/20 | Open | 08/01/16 | 425,000.00 | 440,586.95 | 429,547.39 | -11,978.55 | 2,104.72 | 25,439.17 | 1,062.50 | 3,187.50 |
| | 17-0027 | 64990E4G9 | NY DORM AUTH C-TXBL 1.10 02/15/20 | Open | 09/30/16 | 1,000,000.00 | 1,000,000.00 | 971,661.82 | 0.00 | 1,138.20 | 15,552.78 | 4,155.56 | 4,583.34 |
| | 17-0028 | 64990EEL7 | NYS DORM AUTH C-TXBL 2.12 03/15/21 | Open | 09/30/16 | 2,000,000.00 | 2,030,074.49 | 1,967,279.02 | -18,825.51 | 1,766.67 | 63,600.00 | 12,484.44 | 14,251.11 |
| | 17-0029 | 64971WN97 | NY TRANSITION TXBL 1.35 08/01/20 | Open | 09/30/16 | 2,625,000.00 | 2,635,775.68 | 2,545,149.29 | -8,859.32 | 4,162.27 | 48,135.94 | 14,765.63 | 15,553.13 |
| | 17-0032 | 597137GZ5 | MIDDLETOWN OH 2.053 12/01/20 | Open | 10/07/16 | 400,000.00 | 405,706.31 | 393,696.38 | -3,969.69 | 2,831.62 | 16,363.17 | 684.33 | 3,376.04 |
| | 17-0051 | 696624AV7 | CA PDTDEV 2.75 10/01/22 | Open | 02/06/17 | 1,000,000.00 | 998,008.22 | 998,949.76 | 628.22 | 3,235.92 | 32,159.72 | 6,875.00 | 7,333.33 |
| | 17-0059 | 485429Y32 | KANSAS ST DEV AUTH 2.608 04/15/20 | Open | 02/08/17 | 775,000.00 | 784,601.19 | 776,608.45 | -7,270.56 | 6,344.32 | 30,318.00 | 4,266.98 | 10,611.30 |
| | 17-0075 | 041042ZV7 | ARKANSAS ST 2.875 06/01/21 | Open | 06/09/17 | 800,000.00 | 823,688.03 | 804,974.80 | -8,311.97 | 511.11 | 23,000.00 | 1,916.67 | 2,427.78 |
| | 17-0076 | 64966HVC8 | NEW YORK GO 4.774 03/01/20 | Open | 06/27/17 | 1,000,000.00 | 1,046,913.93 | 1,048,058.05 | -27,746.07 | 15,382.89 | 47,740.00 | 15,913.33 | 31,296.22 |
| | 18-0071 | 64966MWH8 | NYC GO 2.80 03/01/22 | Open | 03/13/18 | 2,500,000.00 | 2,510,191.40 | 2,506,192.63 | -783.60 | 0.00 | 0.00 | 22,500.00 | 22,500.00 |
| | 18-0090 | 914713H21 | NORTH CAROLINA 2.285 12/01/20 | Open | 06/13/18 | 500,000.00 | 494,593.97 | 495,361.47 | 108.97 | 0.00 | 0.00 | 571.25 | 952.08 |
| | Municipal Bond Total | | | | | 15,595,000.00 | 15,759,747.95 | 15,468,948.59 | -113,976.40 | 46,748.26 | 414,111.94 | 98,181.27 | 137,274.86 |
| Treasury Note | 14-0020-03 | 912828VK3 | Treasury Note 1.375 06/30/18 | Open | 04/29/14 | 390,000.00 | 390,000.00 | 390,000.00 | 1,157.81 | 1,762.81 | 24,131.25 | 0.00 | 1,762.81 |
| | Treasury Note Total | | | | | 390,000.00 | 390,000.00 | 390,000.00 | 1,157.81 | 1,762.81 | 24,131.25 | 0.00 | 1,762.81 |
| | Investment Total | | | | | 185,869,565.99 | 186,018,223.19 | 184,573,430.83 | -38,415.37 | 123,426.39 | 4,023,470.17 | 384,113.01 | 490,431.31 |

Total Portfolio Asset Allocation as of 6/30/2018

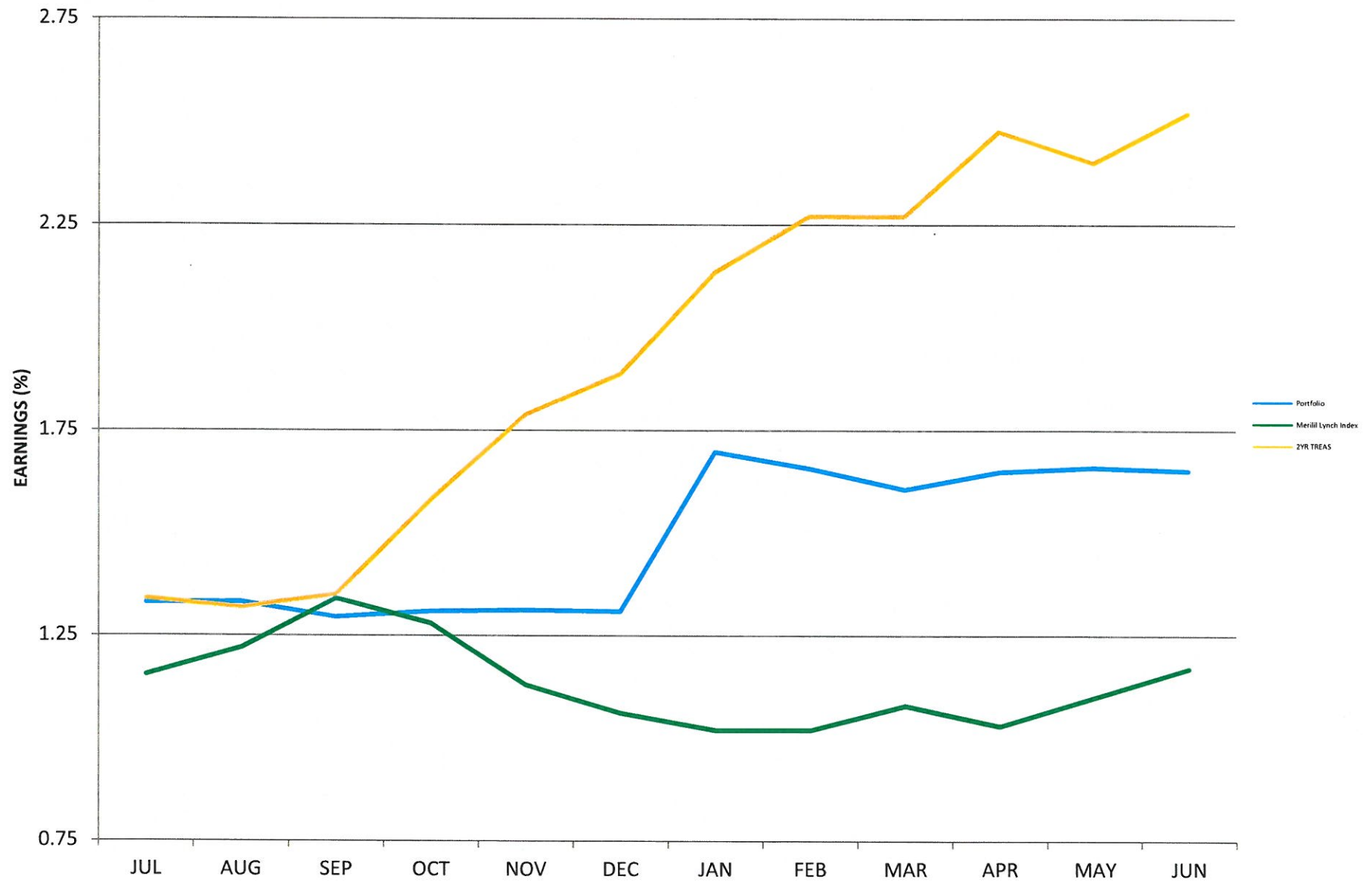


Investment Portfolio by Maturity as of 6/30/18



PORTFOLIO PERFORMANCE

Portfolio Performance as of 6/30/18



DATA ANALYSIS

Metro Cash Position

Metro's cash position continues to decrease which is to be expected. The tax revenues have slowed as filing deadlines for occupational taxes have passed as have the filing period for property taxes. We're slightly below levels from last year but remain in a solid position as a portion of the shortage can be attributed to the increased balance of the investment portfolio. We'll continue to monitor cash levels closely in the coming months as we'll begin making debt service payments in the coming months.

Asset Allocation

There was activity for the month of June to report:

- \$2.98 million FHLB maturity
- \$500 thousand purchase of North Carolina Muni Bond

This activity created slight fluctuations of 1% in some agency categories but no significant changes to report.

Maturity Distribution

The 2018 sector fell and the 2019 sector rose due to the activity listed above. No other changes occurred to the other sectors.

Portfolio Performance

Portfolio performance continues to lag behind the 2yr Treasury rate. With limited funds available to capitalize on the increasing rates, it will be difficult to change this. We will continue to evaluate cash balances for investment opportunities to help increase return while maintaining preservation of principal.

ECONOMIC UPDATE

ECONOMIC UPDATE

The U.S. economy continues to expand at a rate that exceeds its potential rate of growth which is somewhere around 2.25 percent. The consensus of professional forecasters is that growth close to 3 percent will persist over the remainder of 2018. This would likely lead to further reductions in the unemployment rate. It's important to note that recent numbers have shown the unemployment rate increase slightly (4% from 3.8%) but it's actually a good sign as roughly 600,000 individuals have re-entered the workforce driving the labor participation rate up to 62.9% from 62.7%.

In addition to jobs data, inflation has rebounded modestly and is now at the 2 percent target rate of the FOMC. Overall, the near-term outlook for the national economy appears solid. This solid growth during the first half of the year has led the Federal Reserves to continue its approach of raising rates gradually. Details in the latest report from the Fed's policy meeting stated that strong economic growth and low unemployment require rate rises, but that a lack of severe inflation pressures means they can remain gradual. The Fed currently sees another two rate hikes by year end.

There's been many discussions about the recent tariffs and how they would impact this solid growth. Before the first U.S. tariffs against China went into effect, the conventional wisdom was that they would be painful for the U.S. economy. The popular opinion was to watch carefully because if things escalated, it could be really bad. The consequences were seen as a future risk but despite all the press conferences, meetings, and speeches few changed their behavior.

Despite the tariffs, the Fed raised interest rates in June and also increased their projected increases for the year to two as referenced above. There's also chatter that the tariffs may be a factor in inflation finally reaching the targeted 2% level. While all of this seems ok, it's important to keep things in perspective. The tariffs proposed are 10%, down from the 25% originally discussed. While the original thought of tariffs on \$50 billion in imports was that it could be absorbed by the economy, the threat of another \$200 billion and possibly another \$200 billion in addition to the first is a different story.

It's widely believed that it's no longer reasonable to assume that the Trump administration will make the U.S. economy a priority as these tariffs would likely deflate the economic expansion. The reality of tariffs being imposed, the threat to withdraw from the World Trade Organization, and even the recent issues with NATO and our allies are all economic factors that few are capable of handling as there is no real precedent. There are occasional hints that Congressional Republicans will step in and address free trade but so far, nothing. For now, it appear that doomsayers were off in their timing because the economy has not collapsed and global markets have not imploded. The one thing that is clear, however, is that the consequences of protectionism are becoming less of a future risk.

Total Portfolio Shock Table

Lou / Jeff Cty Metro Finance

Effective Interest - Actual Life

Receipts in Period

6/30/2018

| <i>Data Category</i> | <i>Down 300</i> | <i>Down 200</i> | <i>Down 100</i> | <i>Current</i> | <i>Up 100</i> | <i>Up 200</i> | <i>Up 300</i> |
|----------------------|-----------------|-----------------|-----------------|----------------|---------------|---------------|---------------|
| Current Par | 92,671,901.86 | 92,671,901.86 | 92,671,901.86 | 92,671,901.86 | 92,671,901.86 | 92,671,901.86 | 92,671,901.86 |
| Amor. Cost | 92,758,629.14 | 92,758,629.14 | 92,758,629.14 | 92,758,629.14 | 92,758,629.14 | 92,758,629.14 | 92,758,629.14 |
| Market Value | 91,127,972.70 | 91,210,570.70 | 91,293,168.70 | 91,375,766.70 | 91,458,364.70 | 91,540,962.70 | 91,623,560.70 |
| % Change | -0.27 (0.09) | -0.18 (0.09) | -0.09 (0.09) | 0.00 (0.09) | 0.09 (0.09) | 0.18 (0.09) | 0.27 (0.09) |
| Market Price | 98.33 | 98.42 | 98.51 | 98.6 | 98.69 | 98.78 | 98.87 |
| Market Yield | 2.7431 | 2.6707 | 2.5983 | 2.5261 | 2.454 | 2.382 | 2.3101 |
| Gain / Loss | -1,630,656.44 | -1,548,058.44 | -1,465,460.44 | -1,382,862.44 | -1,300,264.44 | -1,217,666.44 | -1,135,068.44 |

The table above represents the interest rate risk of the investment portfolio of individual fixed incomes securities. By adjusting current market rates and by using the matrix pricing technique, the portfolio was subjected to an immediate interest rate shock of plus or minus 300 basis points. The results in weighted average total is presented above which details the projected market value, market price, total unrealized gain (loss) and percentage market value change from the current interest rate environment.